

Gateway Energy and Coke Company
2585 Edwardsville Road

Granite City, Illinois 62040

November 6, 2015

Mr. Ray Pilapil
Illinois Environmental Protection Agency
Division of Air Pollution Control – Permits Section
1021 North Grand Ave East
Springfield, IL 62794
Fed Ex Tracking Number: 7749 1835 5528

Gateway Energy and Coke Company, LLC Application for Construction Permit Facility ID: 119040ATN

Mr. Pilapil:

Gateway Energy and Coke Company, LLC (GECC) operates a coke production facility located at 2585 Edwardsville Road, Granite City, IL. The facility operates under the construction permit 06070020, modified April 28, 2010.

The United States, the State of Illinois, the State of Ohio, Gateway Energy & Coke Company, LLC (GECC), Haverhill Coke Company, LLC (HNCC) and SunCoke Energy, Inc. (SunCoke) are parties to a Consent Decree (CD) lodged in the U.S. District Court for the Southern District of Illinois with an Effective Date of November 7, 2014.

Pursuant to Paragraphs 9 and 10 of the CD, GECC is required to design, construct, install, and operate a redundant Heat Recovery Steam Generator (HRSG). Attached is an application for construction of the redundant HRSG at GECC.

Please feel free to contact me at (618) 512-4918 with any questions or comments.

Sincerely,

Chris DeCioccio

Environmental Manager

Enclosure: Gateway Energy and Coke Company Application for Construction Permit

Application for Construction Permit for a Redundant HRSG

Gateway Energy & Coke Company

Facility ID: 119040ATN

November 2015

Prepared for: Gateway Energy & Coke Company Granite City, Illinois



Prepared by: AECOM Oak Ridge, Tennessee

APPLICATION FOR CONSTRUCTION PERMIT FOR A REDUNDANT HRSG

GATEWAY ENERGY & COKE COMPANY

FACILITY ID: 119040ATN

Prepared for:

Gateway Energy and Coke Company 2585 Edwardsville Road Granite City, IL 62040

Prepared by:

AECOM Technical Services, Inc. 105 Mitchell Road, Suite 200 Oak Ridge, TN 37830

November 2015

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1.0 INTRODUCTION

Gateway Energy and Coke Company (GECC) operates a heat recovery coke making facility adjacent to United States Steel's Granite City Works (GCW) in Granite City, Illinois. The GECC facility consists of 120 heat recovery coke ovens and 6 Heat Recovery Steam Generators (HRSG).

SunCoke Energy, Inc., GECC, and Haverhill Coke Company, LLC (HCC) entered into a Consent Decree (CD) with the United States and the States of Illinois and Ohio to resolve alleged Clean Air Act (CAA) violations. This CD became effective on November 7, 2014. The CD requires GECC to install a redundant HRSG to minimize the need to vent directly to the atmosphere during scheduled maintenance of the existing HRSGs. Overall emissions will decrease once the redundant HRSG is online and consequently does not require permitting under federal Prevention of Significant Determination (PSD) regulations or under the Illinois New Source Review (NSR) regulations in 35 Ill. Adm. Code 203.

2.0 REDUNDANT HRSG PROJECT DESCRIPTION

A brief description of this construction project is provided here. Under the current design, in the normal operating mode of the coke oven batteries, the flue gas from the coke ovens is directed through the common tunnel to one of six existing HRSGs and then to the Spray Dryer (SD)/Fabric Filter (FF) system, before being discharged to the atmosphere via the main stack. Each HRSG is designed to handle the flue gas from 20 ovens. Periodically, the HRSGs must be taken offline to perform required inspections and maintenance. During this time, the flue gas from the ovens associated with the offline HRSG will vent directly to atmosphere through the associated bypass vent stack (referred to as *waste heat stack* in the current construction permit). Flue gas is also vented directly to atmosphere via the six bypass vent stacks or through the main stack during SD/FF maintenance.

Under this redundant HRSG project, GECC will construct a redundant HRSG and a gas sharing tunnel for the coke batteries. The redundant HRSG is not an emission unit or a pollution

control device, but will reduce the need for bypass venting during HRSG maintenance, therefore reducing emissions from bypass venting. The redundant HRSG will have sufficient capacity to accommodate the flue gas from 20 ovens. The gas sharing tunnel will run parallel to the existing common tunnel and tie into the existing hot ducts on the inlet side of the HRSGs. Figure 1 shows the proposed location of the redundant HRSG and the gas sharing tunnel. The gas sharing tunnel will enable improved gas sharing across the coke oven battery such that gases can be shifted to the remaining online HRSGs when a HRSG is offline for inspection and maintenance. The redundant HRSG will provide additional gas cooling capacity which will allow a HRSG to be taken offline without opening the associated bypass vent stack. This gas sharing design will reduce the need for bypass stack venting during maintenance of the HRSGs, thereby reducing emissions from bypass venting. Bypass stack venting would still occur during SD/FF maintenance. Overall emissions of Particulate Matter (PM) and Sulfur Dioxide (SO₂) are expected to decrease once the redundant HRSG is operational.

Table 1 provides a comparison of the current permit limits for PM and SO₂ emissions during bypass venting and the new emission limits under the CD. While the current permit limits are based on annual totals, the new emission limits under the CD are based on 24-month totals. For comparison purposes, Table 1 shows the yearly equivalents of the new emission limits.

Table 1. Comparison of Existing and New Emission Limits for Bypass Venting^b

| Unit | Existing Emission Limits (tons/yr) | Yearly Equivalents of New Emission Limits Imposed by the CD (tons/yr) ^a |
|--------|------------------------------------|--|
| PM | 30.24 | 17.3 |
| SO_2 | 355.21 | 162.8 |

- a. Actual limits under the CD are based on 24-month rolling totals. CD limits were divided by 2 for comparison purposes to show the yearly equivalents
- b. Emissions of lead are also expected to decrease once the redundant HRSG is operational. Current construction permit limits emission of lead to 0.06 tons/yr, which was based on old test data (from another plant best available data at the time). Based on actual test data from a GECC bypass vent stack in 2010, GECC proposed a revised permit limit of 0.17 tons/yr for lead in the October 2010 permit modification request. The CD limits lead emissions to 0.188 tons/2 year, equivalent to 0.094 tons/yr.

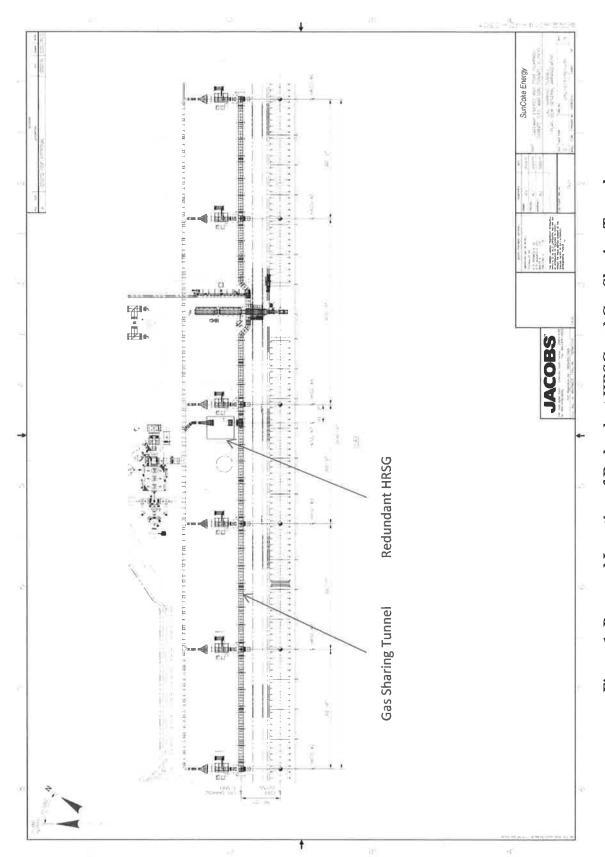


Figure 1. Proposed Location of Redundant HRSG and Gas Sharing Tunnel

3.0 APPLICABLE REGULATIONS

The CD lays out the applicable requirements for the redundant HRSG project. No other federal or state regulations are directly applicable to the redundant HRSG as it is not an emission unit.

Appendix A ILLINOIS EPA FORMS



Illinois Environmental Protection Agency

Bureau of Air • 1021 North Grand Avenue East • P.O. Box 19506 • Springfield • Illinois • 62794-9506

FEE DETERMINATION FOR CONSTRUCTION PERMIT APPLICATION

| ſ | | | | | | | |
|-----------|--|---|--|----------------|--|--|--------------|
| | | | FOR AGENCY US | E 0 | NLY | | |
| | ID Numbe | ər: | Permit #: | | | | |
| | Comp | | e Date Comple | ete: | | | |
| | Check Nu | ımber: | Account Nar | ne: | | | _ |
| app En | plication must ind vironmental Prot | clude payment in full to t | nation that must accompany be deemed complete. Mak of Air Pollution Control - Ponce. | e ch | eck or money orde | er payable to the Illinois | end cash. |
| So | urce Informat | ion | | | | | |
| 1. | Source Name: | Gateway Energy and | Coke Company | | | | |
| 2. | Project Name: | | dant HRSG 119040ATN | 3. | Source ID #: (if a | oplicable) | |
| 4. | Contact Name: | Chris DeCioccio 618.5 | | | Contact Phone #: | | |
| Fe | e Determination | on | | | | - | |
| | | v are automatically calcu | ulated | | | | |
| | Section 1 Subto | | + Section 2, 3 or 4 Subto | tal | \$500.0 | \$500.00 | |
| | | | | lai | | Grand Total | |
| 7. | Your application | s of Source/Purpose will fall under only one dicable sections. For pur | of the following five catego | ries | described below. | | |
| | Major S | ource is a source that is | s required to obtain a CAAI | | | | |
| | Synthet requirem | tic Minor Source is a so nents (e.g.,FESOP). | ource that has taken limits o | on p | otential to emit in a | permit to avoid CAAPP | permit |
| | • Non-Ma | jor Source is a source i | that is not a major or synth | etic | minor source. | | |
| / | Existing source or vice versa. | e without status change Proceed to Section 2. | or with status change from | syn | thetic minor to maj | or source | |
| | Existing non-m | ajor source that will bec | come synthetic minor to ma | jor s | ource. Proceed to | Section 4. | |
| | New major or s | synthetic minor source. | Proceed to Section 4. | | | \$0.0 | 00 |
| | New non-majo | r source. Proceed to Se | ection 3. | | | Section 1 | |
| | agency error a | nd if the request is recei | equest to correct an issued ived within the deadline for 4. Proceed directly to Sec | a pe | ermit appeal to the | lly an Pollution | |
| app | lication being deni | zed to require and you mused and penalties under 415 ed by the forms management | st disclose this information und 5 ILCS 5 ET SEQ. It is not ned ent center. | ler 4 cessa | 15 ILCS 5/39. Failure ary to use this form in | e to do so could result in the providing this information. | This |
| Sec | ction 2: Specia | al Case Filing Fee | | | | | |
| 3. I | Filing Fee . If t Sections 3 and | he application only ac 4 and proceed direct | ddresses one or more of ly to Section 5. Otherwi | the se, j | following, check proceed to Section | the appropriate boxes | , skip e. |
| | | | ntrol devices on permitte | | | | |
| | | jects/trial burns by a p | | | | | |
| | | mediation projects | | | | | |
| | | s related to methodol Iministrative-type chai | ogy or timing for emissionge to a permit | n te | esting | | |
| | 32-2776 -FEE Rev. 1/2012 | , A | pplication Page | | | | |
| | | _ | | | | Page | e 1 of 2 |

| Sec | tion 3: F | ees for Cur | rent or Projected Non-Major Sources | | |
|------------------------------|----------------------------|---------------------------------------|---|------------|--------|
| 9. | | nis application mission units. | consists of a single new emission unit or no more than two modified (\$500 fee) | 9 | \$0.00 |
| 10. | | his application hits. (\$1,000 f | consists of more than one new emission unit or more than two modified ee) | 10. | \$0.00 |
| 11. | | | | | |
| | so so | | | | |
| 12. | _ | | is held (see instructions). (\$10,000 fee) | 12. | |
| 13. | S | ection 3 subto | tal. (lines 9 through 12 - entered on page 1) | 13 | \$0.00 |
| Sec | tion 4: F | ees for Cur | rent or Projected Major or Synthetic Minor Sources | | |
| ĺ | A 11 | | 14. For the first modified emission unit, enter \$2,000. | 14. | \$0.00 |
| | modifie | ion contains d emission ts only | 15. Number of additional modified emission units = x \$1,000. | 15. | \$0.00 |
| | | | 16. Line 14 plus line 15, or \$5,000, whichever is less. | 16. | \$0.00 |
| Ì | Applicat | ion contains | 17. For the first new emission unit, enter \$4,000. | 17. | |
| | new and | l/or modified sion units | 18. Number of additional new and/or modified emission units = x \$1,000. | 18. | |
| | | | 19. Line 17 plus line 18, or \$10,000, whichever is less. | 19. | \$0.00 |
| | | ion contains g exercise | | | \$0.00 |
| | Additional Supplemental | | 21. If the new source or emission unit is subject to Section 39.2 of the Act (i.e. siting); a commercial incinerator or other municipal waste, hazardous waste, or waste tire incinerator; a commercial power generator; or one or more other emission units designated as a complex source by Agency rulemaking, enter \$25,000. | 21. | |
| | | | 22. If the source is a new major source subject to PSD, enter \$12,000. | 22. | |
| | | Fees | 23. If the project is a major modification subject to PSD, enter \$6,000. | 23. | |
| | | | 24. If this is a new major source subject to nonattainment area (NAA) NSR, enter \$20,000. | | |
| | | | 25. If this is a major modification subject to NAA NSR, enter \$12,000. | 25. | |
| | | | 26. If the application involves a determination of MACT for a pollutant and the project is not subject to BACT or LAER for the related pollutant under PSD or NSR (e.g., VOM for organic HAP), enter \$5,000 per unit for which a determination is requested or otherwise required x \$5,000. | 26 | \$0.00 |
| | | | 27. If a public hearing is held (see instructions), enter \$10,000. | 27. | |
| Ì | 28. Sec | ction 4 subtota | (line 16 and lines 19 through 28) to be entered on page1 | 28. | \$0.00 |
| _ | | | | | |
| | | Certification ations without | a signed certification will be deemed incomplete. | | |
| 29. | | | f law that, based on information and belief formed after reasonable inquiry, the plipation form is true, accurate and complete. | ne informa | tion |
| | by: | 12 | ichitronone General Manager | | |
| Signature Title of Signatory | | | | | |
| | | | on Vichitvongsa ///6/20/5- | | |
| | _ | | ted Name of Signatory Date | | |

197-FEE

Typed or Printed Name of Signatory



Illinois Environmental Protection Agency Division Of Air Pollution Control -- Permit Section P.O. Box 19506 Springfield, Illinois 62794-9506

Construction Permit Application for a Proposed Project at a CAAPP Source

| | For Illinois EPA use only |
|--|---------------------------|
| | ID No.: |
| | Appl. No.: |
| | Date Rec'd: |
| | Chk No./Amt: |

This form is to be used to supply general information to obtain a construction permit for a proposed project involving a Clean Air Act Permit Program (CAAPP) source, including construction of a new CAAPP source. Detailed information about the project must also be included in a construction permit application, as addressed in the "General Instructions For Permit Applications," Form APC-201.

| Proposed Project | | | | |
|---|---|---------------------|--------------|---------------------------|
| Working Name of Propos | | Jeu i i | ojeci | |
| Construction of redundant Hi | • | | | |
| 2. Is the project occurring at | 2. Is the project occurring at a source that already has a permit from the Bureau of Air (BOA)? | | | |
| | provide Permit Num | existing ber: | construction | permit issued by the BOA? |
| 4. Brief Description of Propo | sed Project: | | | |
| Installation of redundan | t Heat Recovery St | eam G | enerator | |
| | | | | |
| | | | | |
| | Source | Inforr | nation | |
| | Energy and Coke Co | | | |
| 2. Source street address:* 2 | 585 Edwardsville Ro | ad | | |
| 3. City: Granite City 4. County: Madison 5. Zip code:* 62040 | | 5. Zip code:* 62040 | | |
| ONLY COMP | LETE THE FOLLOWING | FOR A S | OURCE WITHO | OUT AN ID NUMBER. |
| Is the source located with If no, provide Township | | ☐ Ye | s 🗌 No | |
| 7. Description of source and | 7. Description of source and product(s) produced: 8. Primary Classification Code of source: | | | |
| | SIC: or NAICS: | | | |
| 9. Latitude (DD:MM:SS.SSSS): 10. Longitude (DD:MM:SS.SSSS): | | | | |
| * Is information different than previous information? | | | | |
| Identification of Permit Applicant | | | | |
| 1. Who is the applicant? ☐ Owner ☐ Operator ☐ Owner ☐ Operator ☐ Owner ☐ Operator ☐ Owner ☐ Owner ☐ Operator | | | | |
| Applicant's FEIN: 4. Attention name and/or title for written correspondence: Chris DeCioccio, Environmental Manager | | | | |
| | | | | |

This Agency is authorized to require and you must disclose this information under 415 ILCS 5/39. Failure to do so could result in the application being denied and penalties under 415 ILCS 5 et seq. It is not necessary to use this form in providing this information. This form has been approved by the forms management center.

| Owner Information* | | | | | | |
|---|---|---------------------------|---|--|--|--|
| Name: SunCoke Energy | | | | | | |
| 2. Address: 1011 Warrenville Ro | ad, Suite 600 | | | | | |
| | | | | | | |
| 3. City: Lisle | 4. State: IL | | 5. Zip code: 60532 | | | |
| * Is this information idifferent than pre If yes, then complete Form CAAPP 27 | vious information? | es 🔲 No trative Change | to the CAAPP Permit for the source. | | | |
| Operato | r Information (if di | fferent fron | m owner)* | | | |
| Name Gateway Energy and C | | | | | | |
| 2. Address: 2585 Edwardsville Ro | oad | | | | | |
| | | | | | | |
| 3. City: Granite City | 4. State: IL | 11 | 5. Zip code: 62040 | | | |
| * Is this information different than previous figures, then complete Form CAAPP 27 | | | to the CAAPP Permit for the source. | | | |
| | chnical Contacts f | | | | | |
| Preferred technical contact: (ch | ieck one) 🔀 Appl | licant's contac | ct Consultant | | | |
| Applicant's technical contact per Chris DeCioccio | erson for application: | | | | | |
| 3. Contact person's telephone nu 618-512-4918 | mber(s) | | person's e-mail address: OCCIO@SUNCOKE.COM | | | |
| 5. Consultant for application: | | | | | | |
| 6. Consultant's telephone numbe | r(s): | 7. Consulta | nt's e-mail address: | | | |
| | | | | | | |
| Other | Addresses for the | Permit Ap | plicant | | | |
| | THE FOLLOWING FOR A S | | OTTALIB HOMBER | | | |
| 1. Address for billing Site Fees for the source: Source Other (provide below): | | | | | | |
| | | | | | | |
| 2. Contact person for Site Fees: | Contact person for Site Fees: 3. Contact person's telephone number: | | | | | |
| 4. Address for Annual Emission Report for the source: Source Other (provide below): | | | | | | |
| | | | | | | |
| Contact person for Annual Emission Report: 6. Contact person's telephone number: | | | | | | |

| | Review Of Contents of the Application | | | | | |
|-----|---|---|--|--|--|--|
| | NOTE: ANSWERING "NO" TO THESE ITEMS MAY RESULT IN THE APPLICATION | BEING DEEMED INCOMPLETE | | | | |
| 1. | Does the application include a narrative description of the proposed project? | X Yes ☐ No | | | | |
| 2. | Does the application clearly identify the emission units and air pollution control equipment that are part of the project? | ⊠ Yes □ No | | | | |
| 3. | Does the application include process flow diagram(s) for the project showing new and modified emission units and control equipment, along with associated existing equipment and their relationships? | ☐ Yes ⊠ No | | | | |
| 4. | Does the application include a general description of the source, a plot plan for the source and a site map for its location? | ☐ Yes ☐ No ☒ N/A* * Material previously provided | | | | |
| 5. | Does the application include relevant technical information for the proposed project as requested on CAAPP application forms (or otherwise contain all relevant technical information)? | ⊠ Yes □ No | | | | |
| 6. | Does the application include relevant supporting data and information for the proposed project as provided on CAAPP forms? | ⊠ Yes □ No | | | | |
| 7. | Does the application identify and address all applicable emission standards for the proposed project, including: State emission standards (35 IAC Chapter I, Subtitle B); Federal New Source Performance Standards (40 CFR Part 60)? | ⊠ Yes □ No | | | | |
| 8. | Does the application address whether the project would be a major project for Prevention of Significant Deterioration, 40 CFR 52.21? | ☐ Yes ☐ No ☒ N/A | | | | |
| 9. | Does the application address whether the project would be a major project for "Nonattainment New Source Review," 35 IAC Part 203? | ☐ Yes ☐ No ☒ N/A | | | | |
| 10. | Does the application address whether the proposed project would potentially be subject to federal regulations for Hazardous Air Pollutants (40 CFR Part 63) and address any emissions standards for hazardous air pollutants that would be applicable? | ☐ Yes ☐ No ☒ N/A* * Source not major ☐ Project not major ☒ | | | | |
| 11. | Does the application include a summary of annual emission data for different pollutants for the proposed project (tons/year), including: 1) The requested permitted emissions for individual new, modified and affected existing units*, 2) The past actual emissions and change in emissions for individual modified units* and affected existing units*, and 3) Total emissions consequences of the proposed project? (* Or groups of related units) | Yes No N/A * The project does not involve an increase in emissions from new or modified emission units. | | | | |
| | Does the application include a summary of the current and requested potential emissions of the source (tons/year)? | Yes No N/A* * Applicability of PSD, NA NSR or 40 CFR 63 to the project is not related to the source's emissions. | | | | |
| | Does the application address the relationships and implications of the proposed project on the CAAPP Permit for the source? | ☐ Yes ☐ No ☒ N/A* * CAAPP Permit not issued | | | | |
| 14. | If the application contains information that is considered a TRADE SECRET, has it been properly marked and claimed and all | ☐ Yes ☐ No ☒ N/A* | | | | |
| | requirements to properly support the claim pursuant to 35 IAC Part 130 been met? Note: "Claimed" information will not be legally protected from disclosure to the public if it is not properly claimed or does not qualify as trade secret information. | * No information in the application is claimed to be a TRADE SECRET | | | | |
| | Are the correct number of copies of the application provided? (See Instructions for Permit Applications, Form 201) | ⊠ Yes □ No | | | | |
| 16. | Does the application include a completed "FEE DETERMINATION FOR CONSTRUCTION PERMIT APPLICATION," Form 197-FEE, a check in the amount indicated on this form, and any supporting material needed to explain how the fee was determined? | ⊠ Yes □ No | | | | |

Signature Block I certify under penalty of law that, based on information and belief formed after reasonable inquiry, the statements and information contained in this application are true, accurate and complete and that I am a responsible official for the source, as defined by Section 39.5(1) of the Environmental

BY:

AUTHORIZED SIGNATURE

General Manager

TITLE OF SIGNATORY

Don Vichitvongsa

Authorized Signature:

Protection Act.

TYPED OR PRINTED NAME OF SIGNATORY

GATEWAY ENERGY & COKE COMPANY L JPMorgan Chase Bank, N.A. Syracuse, NY 50-937/213 5uite 600 Liste, IL 60532

500.00 11/5/2015 AMOUNT

000000000000

Five Hundred Dollars and 00 Cents

ILLINOIS EPA PERMIT SECTION TO THE

ORDER

P O BOX 19276 SPRINGFIELD IL 62794-9276

CHECK IS PRINTED ON SECURITY PAPER WHICH INCLUDES A MICROPRINT BORDER & FLUDRESCENT FIBERS

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